

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: February 26, 1995

SUBJECT: **SB 525 - HB 482**

This bill, if enacted, will amend the Hall Income Tax by allowing a person subject to the tax to deduct from their income tax liability an amount equal to the premium paid for long term care insurance.

The fiscal impact from enactment of this bill is estimated to be a decrease in first year state and local government revenues from the credit against the tax equal to the premium paid for long term care insurance. A reasonable estimate of the decrease cannot be determined but is estimated to exceed \$100,000 to the state and \$100,000 to local governments.

Enactment of this bill is also estimated to result in one-time state expenditures of approximately \$50,000 in the Department of Revenue for computer programming changes.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James A. Davenport". The signature is written in a cursive, flowing style.

SB 525 - HB 482

James A. Davenport, Executive Director